



ACN 100 796 754

ASX Announcement

ASX Code: RVR

26 April 2017

Quarterly Activities and Cash Flow Report for the period ending 31 March 2017

Australian zinc developer Red River Resources Limited (ASX: RVR) ("Red River" or "the Company") is pleased to report its activities and corporate developments for the March 2017 Quarter.

Highlights

During the quarter, RVR completed the second tranche (\$16 million) of the previously announced \$30 million placement. This placement, combined with RVR's existing cash balances, has fully funded the Thalanga Zinc Project restart, and allowed Red River to commence the full restart of the Thalanga Zinc Project during the quarter, with commercial concentrate production scheduled to commence in 4Q CY2017.

Red River is now positioned as the sole ASX listed zinc company scheduled to commence production in early 4Q CY2017, and on commencement of production, Red River will be the sole ASX listed pure play zinc producer.

Thalanga Zinc Project Restart & Development Activities

- Project on track to restart production in 4Q CY2017.
- Thalanga Plant and Site refurbishment activities continued during the quarter.
- Recruitment of senior site management team was commenced, with majority of positions being filled by quarter end.
- Power poles and transformers across the facility have been replaced and refurbished, powerlines replaced and new lines installed to access Far West portal and the West 45 return air rise and 2nd egress.
- Minor refurbishment activities continue around site to ensure a safe workplace and access.

West 45 Development & Mining Activities

- West 45 underground mining contract was awarded to PYBAR Mining Services (PYBAR).
- PYBAR are an Australian based and owned underground mining contractor with a long track record in metalliferous underground mining contracts within Australia, and have an outstanding reputation in terms of safety, execution and quality.
- PYBAR commenced site mobilisation during the quarter and commenced development & mining activities at West 45 by quarter end.

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Thalanga Zinc Project Exploration Activities

- 17 drill holes were completed during the quarter (for a total of 6,180m drilled) at the Far West, Liontown East and Thalanga Mining Lease targets.

Table 1 Thalanga Zinc Project Drilling Summary

Project	Holes Completed	Total Metres Drilled
Far West	11	4,413
Liontown East	2	1,414
Thalanga Mining Lease Exploration	4	353

Corporate

- An Extraordinary General Meeting (EGM) was held on 6 January 2017 to ratify the \$30m placement and approval the second tranche of the placement. All resolutions detailed in the Notice of Meeting were passed at the EGM and the placement was completed.
- Red River welcomed Tribeca Investment Partners Pty Ltd as a substantial shareholder during the quarter (initial holding of 24.2m RVR shares) and was pleased to note the continuing support from an existing substantial shareholder, Ausbil Investment Management Limited, who increased their holding in RVR during the quarter.
- The DNRM (Department of Natural Resources and Mines) approved the reduction of the required rehabilitation security bond for Thalanga Operations from \$9.037m to \$8.164m, with the excess cash balance of \$0.872m being released and made available to the Company (settlement in April 2017).
- 3,584,524 options were exercised during the period.
- Cash balance of \$33.1m at 31 March 2017.

Concentrate Offtake

- Red River has completed a review and is in the process of finalising the concentrate offtake arrangements for the copper, lead and zinc concentrates from Thalanga.

Plans for June Quarter CY2017

The planned activity levels on site will materially increase, with an increase in staff (Red River and contract) and the commencement of mining activities at West 45.

Thalanga Zinc Project Restart & Development Activities

- Complete crusher circuit refurbishment, and commission;
- Install all pumps, refurbish launders and cells, and commissioning of flotation circuit; and
- Order all outstanding consumables i.e. reagents, etc.

West 45 Development Activities

- Access to 936 level - decline, crosscut and oredrives;
- Install Return Air Rise and surface fans, complete 2nd egress access; and
- Access to 916 level - decline & crosscut.

Thalanga Zinc Project Exploration Activities

- Complete current program of resource definition and extension drilling at Far West;
- Complete remaining planned drill hole program at the exciting Liontown East target;
- Commence drilling at the Scarecrow target;
- Complete the ongoing IP target generation survey; and
- Commence extension drilling at West 45.

1. Safety & Environmental Performance

During the period from 1 Jan 2017 to 31 March 2017, no injuries were recorded. No environmental incidents were reported during this period, with the average rainfall well below previous years.

Several meetings were held with the DNRM and the facility description was presented to the department, and approval was granted to start operations. The Explosives Storage license approval documentation was also submitted during the quarter, and approved.

Dewatering of the Vomacka pit has been suspended as water levels in the pit are well below plan, mainly as a result of the less than average rainfall that was experienced on site. Environmental activities have been focussing on rehabilitation work around the tailings storage facility and erosion control structures.

Operations were suspended at site and most personnel were evacuated as a precaution in case of adverse weather conditions resulting from Cyclone Debbie based on initial Bureau of Meteorology Tropical Cyclone Forecast Track Maps. In the event, Cyclone Debbie passed significantly south of Thalanga, and site activities recommenced shortly thereafter, with no adverse weather conditions experienced at site.

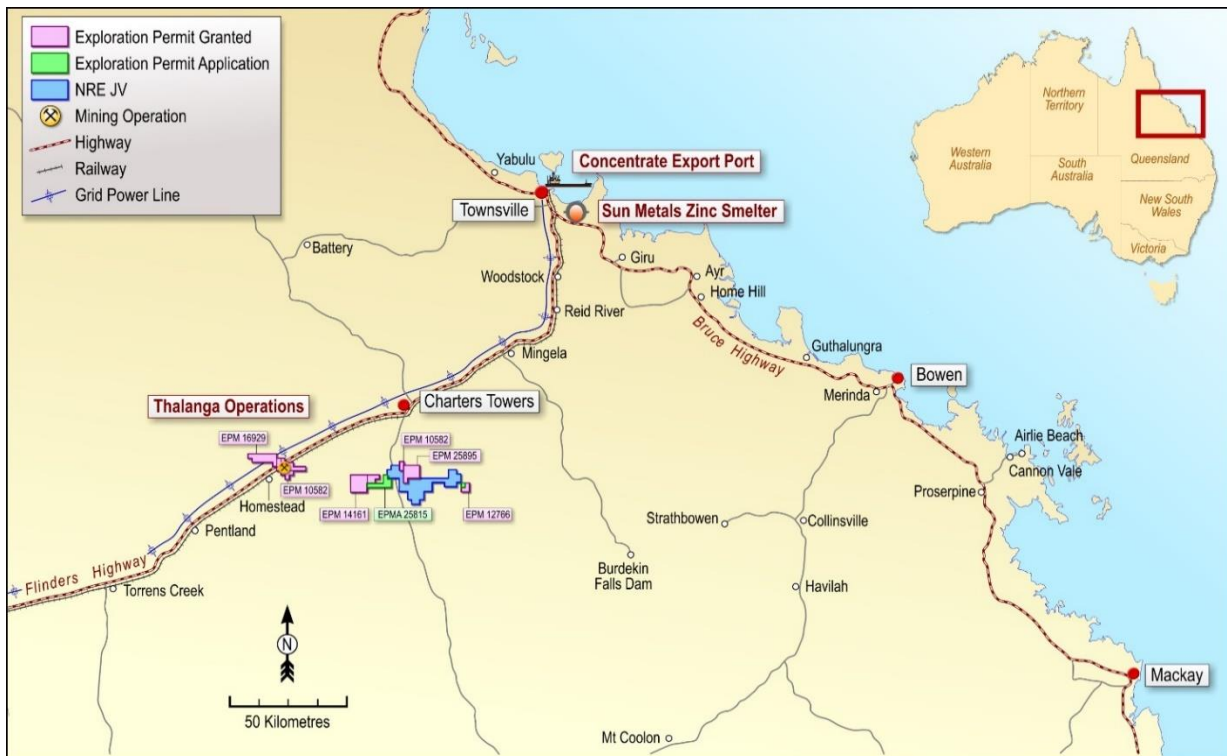
2. Thalanga Zinc Project

The Thalanga Zinc Project is located 60km SW of Charters Towers in Central Queensland (Figure 1) and consists of the following key assets:

- 650ktpa capacity polymetallic processing facility capable of producing separate copper, lead and zinc concentrates;
- Tailings storage facility; and
- Site offices, workshops and change facilities.

Site access is by sealed road and the Thalanga Zinc Project is run as a residential operation, with the workforce predominately living in Charters Towers.

Figure 1 Thalanga Zinc Project Location



3. Thalanga Plant and Processing Infrastructure

The Thalanga Plant is designed for a nominal throughput of 650ktpa, using standard industry technology to produce saleable copper, lead and zinc concentrates via flotation. The plant flowsheet is summarised as:

- Crushing circuit (three-stage crushing circuit);
- Milling circuit (primary (x1) and secondary ball mill (x2) circuit);
- Concentrate flotation circuit (differential copper, lead and zinc flotation circuits);
- Concentrate thickening and filtration;
- Regrind circuit;
- Concentrate storage, blending and transport; and
- Sub-aqueous disposal of tailings to fully permitted Tailings Storage Facility (“TSF”) with sufficient existing capacity for currently planned operations.

The Thalanga Plant is fully permitted, and Red River commenced early stage restart activities in Q4 CY2016. The Plant is forecast to restart commercial production in Q4 CY2017.

Figure 2 Thalanga Plant and Processing Infrastructure



3.1. Thalanga Operations Rehabilitation & Restart Activities

Thalanga Plant and Site rehabilitation and restart activities continued during the quarter, with activity levels significantly increasing post completion of the \$30 million placement at the start of the quarter.

Thalanga Operations	<ul style="list-style-type: none"> Commenced the recruitment of the Senior Site Management Team; Recruited high calibre people for the roles of Mining Manager, Geology Manager, Maintenance Manager, SHEC Superintendent and Processing Superintendent; and Commenced recruitment of mine geologists, mining engineers and metallurgists
Thalanga Plant	<ul style="list-style-type: none"> Continued work around the grinding circuit, with all major structural repairs completed; Cleaning around the plant is ongoing, reagent lines being flushed and setting site up for start of commissioning activities; Cyclone feed pumps have been removed, and work to rebuild and replace pumps has started; Thickener rehabilitation completed; Pole-top electrical transformers overhauled, and three installed; Loader secured for start-up feeding of crusher; Initial 12-month supply of balls for ball mills secured; Plant cleaning continues – flotation circuit reagent tanks cleaned, descaled and leak tested; and Crusher oil and grease system serviced.

3.2. West 45 Development Activities

PYBAR Mining Services (“PYBAR”) has been engaged as the underground mining contractor for the West 45 deposit. PYBAR has commenced mobilising personnel and equipment to site, and mining activities commenced by the end of the quarter.

AMC Mining Consultants (“AMC”) undertook a site visit and completed a geotechnical review of the planned development. This review will assist with ongoing refinement to mine planning at West 45 and Far West.

During March, the West 45 powerline was completed, a transformer was installed at the portal, and an 11kV power cable and associated switchgear were installed in the West 45 underground mine. West 45 is now fully energised, allowing mining activities to commence.

Figure 3 Rehabilitation work commenced in West 45 decline



4. Thalanga Zinc Project Exploration Activities

Red River is undertaking a high impact exploration program with the aim of increasing the Thalanga Zinc Project Mineral Resource to extend mine life and/or increase mill utilisation; and discovery of the next generation of ore bodies within the Mt Windsor Belt.

The main focus of activity during the quarter was resource definition and extension drilling at Far West (eleven holes completed), and an additional two holes were completed at the exciting Lioneast discovery. Four holes were also drilled to test exploration targets on the Thalanga Mining Lease.

4.1. Far West Resource Definition and Extension Drilling

Eleven holes were completed at Far West during the quarter with a total meterage drilled of 4,413m.

Table 2 Drill hole information summary, Thalanga Zinc Project (Far West Infill)

Hole ID	Depth (m)	Dip	Azi (MGA)	East (MGA)	North (MGA)	RL (MGA)	Lease ID	Hole Status
TH698	42	-62.5	33	370586.0	7750611.0	340.5	ML1531	Completed
TH702 ⁽¹⁾	25.3	-60	34.8	370586.0	7750611.0	340.5	ML1531	Abandoned
TH703	407.1	-60	34.8	370586.0	7750611.0	340.5	ML1531	Completed
TH705	437.2	-62	34.8	370587.0	7750610.0	340.3	ML1531	Completed
TH706	275.9	-54	199.5	371041.0	7750823.0	336.2	ML1531	Completed
TH707	326.8	-70	193	371041.0	7750823.0	336.2	ML1531	Completed
TH708	158.7	-53	199	371122.0	7750710.0	332.2	ML1392	Completed
TH709	180.2	-67.5	199.8	371122.0	7750710.0	332.2	ML1392	Completed
TH710	422.3	-61	191.8	370806.0	7750972.0	343.3	ML1531	Completed
TH711 ⁽¹⁾	212.9	-78	186.3	370948.1	7750824.9	338.6	ML1531	Abandoned
TH712	377.1	-57	195.5	370806.0	7750972.0	343.3	ML1531	Completed
TH713	338.7	-80	186.3	370948.1	7750824.9	338.6	ML1531	Completed
TH714 ⁽¹⁾	362.4	-69	216	370806.0	7750972.0	343.3	ML1531	Abandoned
TH715 ⁽¹⁾	245.8	-80	169.5	370948.1	7750824.9	338.6	ML1531	Abandoned
TH716	245.3	-67	213.5	370948.1	7750824.9	338.6	ML1531	Commenced
TH717	341	-77.5	170	370806.0	7750972.0	343.3	ML1531	Completed

(1) Abandoned due to excessive deviation

Table 3 Drill hole assay summary, Thalanga Zinc Project (Far West Infill Drilling)

Hole ID	From (m)	To (m)	Intersection (m) ⁽¹⁾	Cu (%)	Pb (%)	Zn (%)	Au (g/t)	Ag (g/t)	Zn Eq. (%) ⁽²⁾
TH695	245.2	251.6	6.4	0.8%	1.2%	4.3%	0.9 g/t	38 g/t	9.4%
TH696	291.7	292.1	0.4	0.8%	0.1%	0.8%	0.2 g/t	15 g/t	3.9%
TH697	159.8	161.8	2.0	1.9%	2.5%	9.6%	0.5 g/t	77g/t	20.3%
TH697	173.0	175.0	2.0	1.5%	1.2%	2.9%	0.3 g/t	58 g/t	10.6%
TH698	424.8	439.6	14.8	1.2%	5.1%	16.5%	0.6 g/t	104 g/t	28.1%
TH698	452.0	472.0	20.0	1.2%	3.3%	8.3%	0.3 g/t	78 g/t	17.3%
TH703	374.0	380.0	6.0	1.8%	0.9%	4.4%	0.2 g/t	35 g/t	12.0%
TH705	385.0	387.0	2.0	0.3%	0.9%	2.9%	0.1 g/t	12 g/t	4.9%
TH706	249.6	250.5	0.9	0.8%	1.7%	9.3%	0.2 g/t	41 g/t	14.7%
TH707	303.65	304.3	0.65	0.5%	1.7%	4.5%	0.5 g/t	69 g/t	9.7%
TH708	138.4	138.9	0.5	0.3%	0.4%	4.6%	nm	9 g/t	6.0%
TH709				No Significant Intercept					
TH710	362.8	367.5	4.7	1.8%	5.4%	12.5%	0.7 g/t	138 g/t	27.2%
TH712	340.67	341.8	1.13	3.4%	3.8%	10.1%	0.6 g/t	174 g/t	29.3%
TH713	316.25	316.8	0.55	6.4%	4.1%	12.5%	3.5 g/t	145 g/t	42.6%

(1) Downhole width
(2) Refer to metal equivalent calculation on page 14

4.2. Lione town East

Two diamond drill holes (LTED05W1 and LTED06) were completed during the quarter at the Lione town East target. LTED05W1 intersected a broad zone of massive and semi-massive sulphide mineralisation from 486.9m to 505.0m down-hole. LTED05W1 returned a high-grade intercept of 6.1m @ 24.4% Zn Eq. from 486.9m within a larger intercept of 18.1m @ 11.5% Zn Eq. from 486.9m to 505.0m down-hole.

LTED06 intersected a zone of massive and semi-massive sulphide mineralisation from 501.25m to 507m down-hole. Assay results from LTED06 were received subsequent to the end of the quarter.

Table 4 Drill hole information summary, Thalanga Zinc Project (Lione town East)

Hole ID	Depth	Dip	Azi (MGA)	East (MGA)	North (MGA)	RL (MGA)	Lease ID	Hole Status
LTED05W1	445.75	-67.6	2.6	403782.6	7742795.1	7.6	EPM14161	Completed
LTED06	727.2	-72.5	352	403790.0	7742679.0	302.3	EPM14161	Completed
LTED07	240.95	-74	330	403790.0	7742679.0	302.3	EPM14161	Commenced

Table 5 Drill hole assay summary, Thalanga Zinc Project (Lione town East)

Hole ID	From (m)	To (m)	Intersection (m) ⁽¹⁾	Cu (%)	Pb (%)	Zn (%)	Au (g/t)	Ag (g/t)	Zn Eq. (%) ⁽²⁾
LTED05W1	486.9	505.0	18.1	0.3%	3.1%	6.8%	0.6 g/t	21 g/t	11.5%
inc.	486.9	493.0	6.1	0.7%	7.0%	14.1%	1.0 g/t	51 g/t	24.4%
(1) Downhole width									
(2) Refer to metal equivalent calculation on page 14									

4.3. Thalanga Mining Lease Exploration

Four holes were completed during the quarter testing targets on the Thalanga Mining Lease for a total of 353m drilled. All holes intercepted extensive zones of alteration plus sub economic mineralisation, and will be followed up at a later date.

Table 6 Drill hole information summary, Thalanga Zinc Project (Thalanga Mining Lease Exploration)

Hole ID	Depth (m)	Dip	Azi (MGA)	East (MGA)	North (MGA)	RL (MGA)	Lease ID	Hole Status
TH700	39.9	-60	282.8	369941.0	7751569.0	358.3	ML1531	Completed
TH701	120.2	-60	342.8	369883.0	7751530.0	360.0	ML1531	Completed
TH704	96.2	-70	260.7	369950.0	7751611.0	357.3	ML1531	Completed
TH719	97	-90	0	370042.0	7751308.0	376.0	ML1531	Completed

4.4. Geophysical Exploration Activity

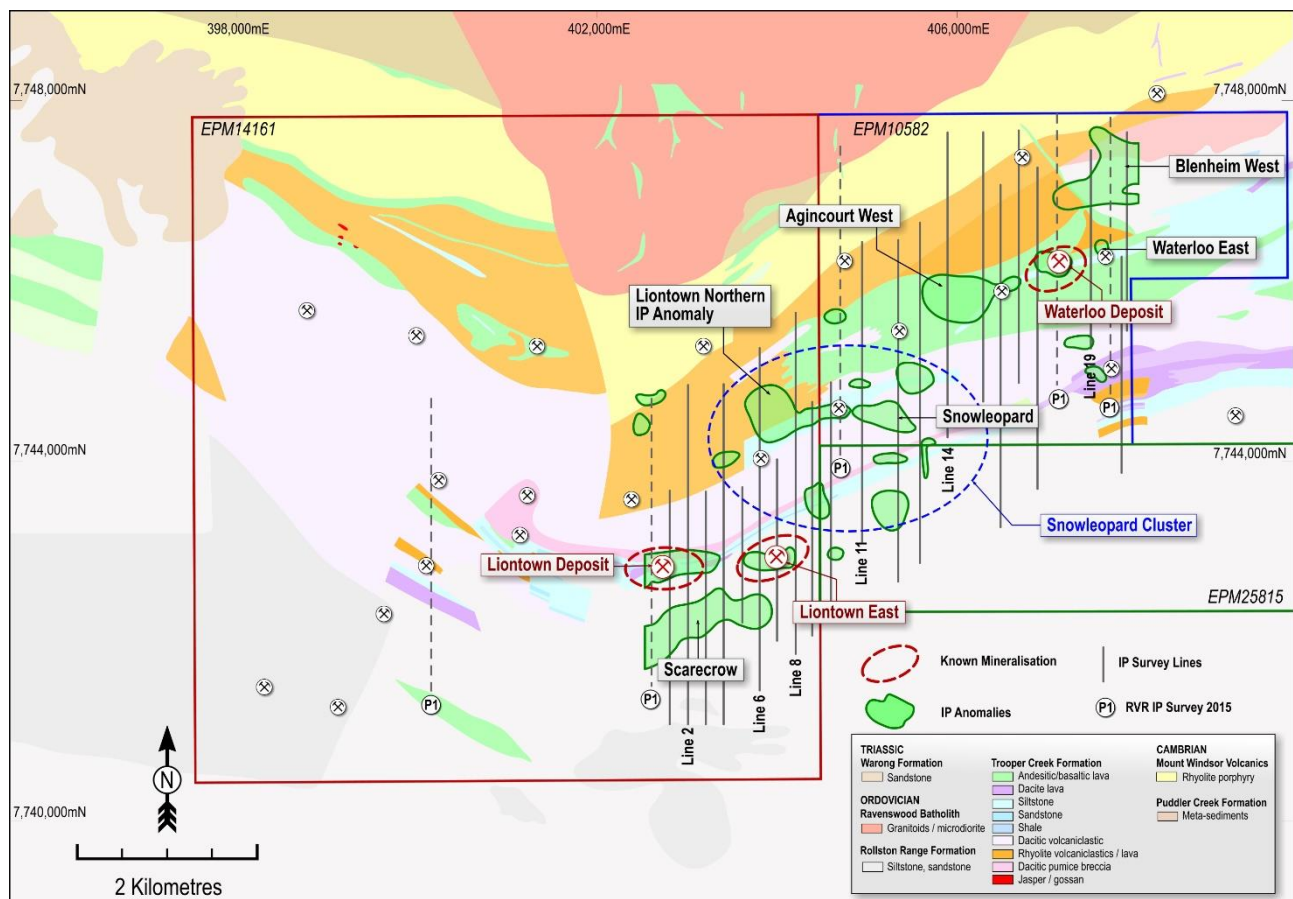
During the quarter, Red River continued the Induced Polarisation survey at Liontown-Waterloo which was commenced in December. The survey was 90% completed with 52 line kilometres of data collected across 7 kilometres of geological strike.

Initial processing of the IP data has generated a number of high quality targets. The most significant of these new zones of immediate interest include are:

- Scarecrow Target;
- Liontown East Extension;
- Snowleopard Target and Liontown Northern Anomaly Target (Snowleopard Cluster);
- Agincourt West Target; and
- Blenheim West Target,

Upon completion of the Liontown East drill program Red River will commence drill testing these targets.

Figure 4 Phase 2 Liontown and Waterloo IP Survey





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5. Corporate

Substantial progress was made during the quarter, with the completion of the second tranche of the \$30m million placement. On completion of the placement, Red River was fully funded to commence the restart of the Thalanga Zinc Project, and the decision was taken to commence restart activities on site.

5.1. Placement

Red River held an Extraordinary General Meeting on 6 January 2017 to seek shareholder approval to complete the second tranche of the \$30 million placement. The resolutions were passed at the EGM and the second tranche of the \$30 million placement (86.0 million shares at a price of \$0.185 per share) was settled on 16 January 2017.

5.2. Options Exercised

3,584,524 options were exercised during the quarter. Proceeds from the option conversion were used for working capital purposes.

On behalf of the board



CAMERON BODLEY

Company Secretary

Red River Resources Limited

End.

For further information please visit Red River's website www.redriverresources.com.au or contact us:

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COMPETENT PERSON STATEMENTS

Exploration Results

The information in this report that relates to Exploration Results is based on information compiled by Mr Alex Nichol who is a member of the Australasian Institute Geoscientists, and was a full time employee of Red River Resources Ltd., and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Nichol consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

Thalanga Zinc Project Background

Red River released a Restart Study (the internal study prepared by Red River to assess the potential restart of the Thalanga Zinc Project) in November 2015, which demonstrated the highly attractive nature of the Project. The Project has a low operating cost, low pre-production capital cost (\$17.2 million), and a short timeline to production (six months).

Annual average production is 21,400 tonnes of zinc, 3,600 tonnes of copper, 5,000 tonnes of lead, 2,000 ounces of gold and 370,000 ounces of silver in concentrate over an initial mine life of five years, and there is outstanding extension potential.

Please refer to ASX release dated 12 November 2015 for further details on the Thalanga Zinc Project Restart Study. Red River confirms that all material assumptions underpinning the production target in the ASX release dated 12 November 2015 continue to apply and have not materially changed.

The Thalanga Zinc Project Restart Study is based on production from three deposits – West 45, Far West and Waterloo. The Thalanga Zinc Project Restart Study is based on low level technical and economic assessments and there is insufficient data to support the estimation of Ore Reserves at Far West and Waterloo, provide assurance of an economic development case at this stage, or provide certainty that the results from the Thalanga Zinc Project Restart Study will be realised. Further, as the production target that forms the basis of the Thalanga Zinc Project Restart Study includes Mineral Resources that are in the Inferred Category and there is a low level of geological confidence associated with Inferred Mineral Resources, there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the production target itself will be realised.

Zinc Equivalent Calculation

The net smelter return zinc equivalent (Zn Eq.) calculation adjusts individual grades for all metals included in the metal equivalent calculation applying the following modifying factors: metallurgical recoveries, payability factors (concentrate treatment charges, refining charges, metal payment terms, net smelter return royalties and logistic costs) and metal prices in generating a zinc equivalent value for copper (Cu), lead (Pb), zinc (Zn), gold (Au) and silver (Ag). Red River has selected to report on a zinc equivalent basis, as zinc is the metal that contributes the most to the net smelter return zinc equivalent (Zn Eq.) calculation. It is the view of Red River Resources that all the metals used in the Zn Eq. formula are expected to be recovered and sold.

Where: **Metallurgical Recoveries** are derived from historical metallurgical recoveries from test work carried out at the Thalanga and Liontown deposits. The Far West deposit is related to and of a similar style of mineralisation to the Thalanga Deposit and it is appropriate to apply similar recoveries. The Metallurgical Recovery for each metal is shown below in Table 1. **Metal Prices and Foreign Exchange** assumptions are set as per internal Red River price forecasts and are shown below in Table 1.

Table 1 Metallurgical Recoveries and Metal Prices

Metal	Metallurgical Recoveries	Price
Copper	80%	US\$3.00/lb
Lead	70%	US\$0.90/lb
Zinc	88%	US\$1.00/lb
Gold	15%	US\$1,200/oz
Silver	65%	US\$17.00/oz
FX Rate: A\$0.85:US\$1		

Payable Metal Factors are calculated for each metal and make allowance for concentrate treatment charges, transport losses, refining charges, metal payment terms and logistic costs. It is the view of Red River that three separate saleable base metal concentrates will be produced at Thalanga and Liontown. Payable metal factors are detailed below in Table 2.

Table 2 Payable Metal Factors

Metal	Payable Metal Factor
Copper	Copper concentrate treatment charges, copper metal refining charges copper metal payment terms (in copper concentrate), logistic costs and net smelter return royalties
Lead	Lead concentrate treatment charges, lead metal payment terms (in lead concentrate), logistic costs and net smelter return royalties
Zinc	Zinc concentrate treatment charges, zinc metal payment terms (in zinc concentrate), logistic costs and net smelter return royalties
Gold	Gold metal payment terms (in copper and lead concentrates), gold refining charges and net smelter return royalties
Silver	Silver metal payment terms (in copper, lead and zinc concentrates), silver refining charges and net smelter return royalties

The zinc equivalent grade is calculated as per the following formula: $Zn\ Eq. = Zn\% \times 1.0 + (Cu\% \times 3.3) + (Pb\% \times 0.9) + (Au\ ppm \times 0.5) + (Ag\ ppm \times 0.025)$

The following metal equivalent factors used in the zinc equivalent grade calculation has been derived from metal price x Metallurgical Recovery x Payable Metal Factor, and have then been adjusted relative to zinc (where zinc metal equivalent factor = 1).

Table 3 Metal Equivalent Factors

Metal	Copper	Lead	Zinc	Gold	Silver
Metal Equivalent Factor	3.3	0.9	1.0	0.5	0.025

Appendix A – Tenement Interests

As at 31 March 2017, Red River had an interest in the following tenements and projects

Project	Location	Licence	Status	Beneficial Interest
Thalanga Zinc Project				
Thalanga	Queensland	EPM 10582	Granted	100%
Thalanga	Queensland	EPM 12766	Granted	100%
Thalanga	Queensland	EPM 14161	Granted	100%
Thalanga	Queensland	EPM 16929	Granted	100%
Thalanga	Queensland	EPM 25815	Granted	100%
Thalanga	Queensland	EPM 25895	Granted	100%
Thalanga	Queensland	ML 1392	Granted	100%
Thalanga	Queensland	ML 1531	Granted	100%
Thalanga	Queensland	ML 10137	Granted	100%
Thalanga	Queensland	ML 10185	Granted	100%
Thalanga	Queensland	ML 10186	Granted	100%
Thalanga	Queensland	ML 10277	Granted	100%

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Red River Resources Limited

ABN

35 100 796 754

Quarter ended ("current quarter")

March 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	110
1.2 Payments for		
(a) exploration & evaluation	(1,036)	(1,844)
(b) development	(887)	(1,314)
(c) production		
(d) staff costs	(788)	(1,666)
(e) administration and corporate costs	(237)	(1,346)
1.3 Dividends received (see note 3)		
1.4 Interest received	98	244
1.5 Interest and other costs of finance paid	-	(1)
1.6 Income taxes paid		
1.7 Research and development refunds		
1.8 Other (provide details if material)		
1.9 Net cash from / (used in) operating activities	(2,850)	(5,817)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(378)	(437)
(b) tenements (see item 10)		
(c) investments		
(d) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment		
	(b) tenements (see item 10)		
	(c) investments		
	(d) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material) (Security bonds)	-	(2)
2.6	Net cash from / (used in) investing activities	(378)	(439)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	15,923	38,985
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options	537	1,895
3.4	Transaction costs related to issues of shares, convertible notes or options	(993)	(2,491)
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings	-	(1,500)
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	Net cash from / (used in) financing activities	15,467	36,889

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	20,887	2,494
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(2,850)	(5,817)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(378)	(4,39)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	15,467	36,889
4.5	Effect of movement in exchange rates on cash held	-	
4.6	Cash and cash equivalents at end of period	33,126	33,126

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	23,341	11,153
5.2	Call deposits	9,785	9,735
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	33,126	20,888

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

**Current quarter
\$A'000**

228

NIL

Director fees (NED and Executive) - \$183
Advisory services – Bronstat Pty Ltd - \$45

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

**Current quarter
\$A'000**

62

NIL

Provision of accounting, taxation and corporate secretarial services – Hanson Porter Curzon Pty Ltd

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	30	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

8.2 Credit card facility.

9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	1,000
9.2 Development	2,500
9.3 Production	-
9.4 Staff costs	1,000
9.5 Administration and corporate costs (includes site Care & Maintenance)	350
9.6 Other (provide details if material)	(100)
9.7 Total estimated cash outflows	4,750

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



26 April 2017

Sign here:
(Director/Company secretary)

Date:

Cameron Bodley

Print name:

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.